

SENATE FILE 2013  
BY BOLKCOM

**A BILL FOR**

1 An Act concerning the wagering tax rate on gambling games.  
2 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 99F.11, subsection 2, Code Supplement  
2 2009, is amended to read as follows:

3 2. a. On and after July 1, 2012, the tax rate imposed each  
4 fiscal year on any amount of adjusted gross receipts over three  
5 million dollars shall be twenty-five percent.

6 b. The Prior to July 1, 2012, the tax rate imposed each  
7 fiscal year on any amount of adjusted gross receipts over three  
8 million dollars shall be as follows:

9 ~~a. (1)~~ If the licensee is an excursion gambling boat or  
10 gambling structure, ~~twenty-two percent.~~ the tax rate shall be  
11 as follows:

12 (a) For the fiscal year beginning July 1, 2010, twenty-three  
13 percent.

14 (b) For the fiscal year beginning July 1, 2011, twenty-four  
15 percent.

16 ~~b. (2)~~ If the licensee is a racetrack enclosure conducting  
17 gambling games and another licensee that is an excursion  
18 gambling boat or gambling structure is located in the same  
19 county, then the following rate, as applicable:

20 ~~{1}~~ (a) If the licensee of the racetrack enclosure has not  
21 been issued a table games license during the fiscal year or if  
22 the adjusted gross receipts from gambling games of the licensee  
23 in the prior fiscal year were less than one hundred million  
24 dollars, ~~twenty-two percent.~~ the tax rate shall be as follows:

25 (i) For the fiscal year beginning July 1, 2010,  
26 twenty-three percent.

27 (ii) For the fiscal year beginning July 1, 2011,  
28 twenty-four percent.

29 ~~{2}~~ (b) If the licensee of the racetrack enclosure has  
30 been issued a table games license during the fiscal year or  
31 prior fiscal year and the adjusted gross receipts from gambling  
32 games of the licensee in the prior fiscal year were one hundred  
33 million dollars or more, ~~twenty-two percent on adjusted gross~~  
34 ~~receipts received prior to the operational date and twenty-four~~  
35 ~~percent on adjusted gross receipts received on or after the~~

1 ~~operational date twenty-five percent. For purposes of this~~  
2 ~~subparagraph, the operational date is the date the commission~~  
3 ~~determines table games became operational at the racetrack~~  
4 ~~enclosure.~~

5 ~~c.~~ (3) If the licensee is a racetrack enclosure conducting  
6 gambling games and no licensee that is an excursion gambling  
7 boat or gambling structure is located in the same county,  
8 ~~twenty-four~~ twenty-five percent.

9 (4) This paragraph "b" is repealed July 1, 2012.

10 EXPLANATION

11 This bill increases the wagering tax on adjusted gross  
12 receipts from gambling games over \$3 million until reaching 25  
13 percent on all facilities licensed under Code chapter 99F by  
14 the fiscal year beginning July 1, 2012.

15 For excursion gambling boats, gambling structures, and  
16 racetrack enclosures with gross receipts less than \$100  
17 million, current law provides that the wagering tax is 22  
18 percent. The bill increases the tax rate by one percentage  
19 point each fiscal year beginning July 1, 2010, until reaching  
20 25 percent for these facilities on July 1, 2012.

21 For racetrack enclosures with gross receipts of \$100 million  
22 or more or racetracks in a county without an excursion gambling  
23 boat or gambling structure, current law provides that the  
24 wagering tax is 24 percent. The bill increases the wagering  
25 tax on these facilities to 25 percent for each fiscal year  
26 beginning on and after July 1, 2010.